

VIRGINIA:

BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE:

SUPPLEMENTAL ORDER REGARDING
DOCKET NUMBER VGOB-98-02/17-0619

ELECTIONS: UNIT COGC #27R
(herein "Subject Drilling Unit")

REPORT OF BOARD

FINDINGS AND ORDER

This Supplemental Order is entered by the Board *sua sponte* in the form authorized by the Board at its hearing held on October 20, 1992, at the Grundy Courthouse, Grundy, Virginia and pursuant to authority granted to the Board's Chairman at the hearing of the Virginia Gas and Oil Board on June 16, 1992, at the Rhododendron Restaurant at the Breaks Interstate Park, Breaks, Virginia; and this Supplemental Order is being recorded for the purpose of (1) complying with the requirements of the Virginia Gas and Oil Board Regulations, 4 VAC 25-160.70.C by supplementing the Order previously issued by the Board for subject Docket on April 6, 1998, and recorded at Deed Book 747, Page 444, in the Office of the Clerk of the Circuit Court, Tazewell County, Virginia, on April 1, 1998 (herein "Board Order") to complete the record regarding elections. The Board Order pooled all interest in Subject Drilling Unit including those of the Respondents more particularly set forth and identified by the Designated Operator in the affidavits attached hereto and made a part hereof. The Board finds it has jurisdiction over the subject matter pursuant to the provisions of the Virginia Gas and Oil Act Section 45.1-361.1 *et seq.*, Virginia Code, 1950, as amended.

Findings: The Board finds that:

The Board Order directed Cabot Oil & Gas Corporation (herein "Designated Operator") to mail copies of the Board Order to all Respondents whose interests, if any, were pooled by the said Board Order.

The Designated Operator filed its affidavit of mailing dated May 29, 1998 disclosing that it had mailed a true and correct copy of the Board's Order to all Respondents whose interests, if any, were pooled by said Board Order.

The Board Order required each Respondent whose interests, if any, were pooled by the terms of said Board Order to make an election within thirty (30) days after the date of mailing or recording, as applicable, of said Order; the Designated Operator has filed its affidavit dated June 4, 1998 in accordance with Section 7.C of

Prepared by - Virginia Gas & Oil Board

the Virginia Gas and Oil Board Regulations and 4 VAC 25-160.70.C (herein affidavit).

Current Board Order further required the Designated Operator, after expiration of the election period, to file with the Board a statement of the interests subject to escrow under the terms and provisions of the Board Order, in light of the elections made or deemed to have been made (herein "Statements of Interests"); that the Designated Operator furnished said Statements of Interests as part of its Affidavit of Election, a copy of which is attached hereto.

Current Board standards requiring the escrow of funds and the board's agreement with its Escrow Agent, First Virginia Bank-Mtn. Empire, Trust Department, P. O. Box 1038, Abingdon, Virginia 24212, or any successor named by the Board, require the entry of a Supplemental Order establishing of record the elections made or deemed to have been made and specifying the sums or percentage thereof subject to escrow. Current Board escrow standards were made applicable to Subject Drilling Unit by a Board Order dated December 23, 1992.

Order:

By this Order, the Board orders the Designated Operator to tender, consistent with and in accordance with the findings set forth at paragraph 2. above and the annexed affidavits any funds subject to escrow and instructs the Escrow Agent, First Virginia Bank-Mountain Empire, c/o Trust Department, P. O. Box 1038, Abingdon, Virginia 24212, or any successor named by the Board to establish interest bearing escrow account(s), IRS Tax Identification Number 54-1629506, in accordance with the information set forth in the said affidavits to receive such funds and account to the Board therefore.

Mailing of Order and Filing of Affidavit:

The Designated Operator under the captioned Order or its attorney shall file an affidavit with the Secretary of the Board within ten (10) days after the date of receipt of this Order stating that a true and correct copy of this Order was mailed to each Respondent whose interests or claims are subject to escrow and whose address is known within seven (7) days from the date of receipt of this Order.

Conclusion:

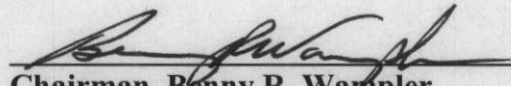
Therefore, the findings and all terms and provisions set forth above be and hereby are granted and IT IS SO ORDERED.

Effective Date:

This Order shall be effective on the date of its execution.

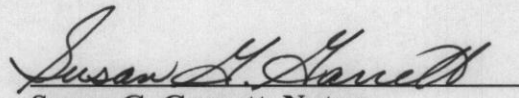
BK0759PG0394

DONE AND EXECUTED this 3rd day of September, 1998, by a majority of the Virginia Gas and Oil Board.


Chairman, Benny R. Wampler

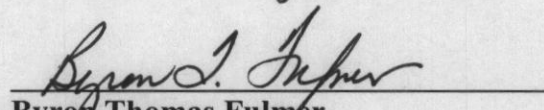
STATE OF VIRGINIA
COUNTY OF WISE

Acknowledged on this 3rd day of September, 1998, personally before me a notary public in and for the Commonwealth of Virginia, appeared Benny R. Wampler, being duly sworn did depose and say that he is Chairman of The Virginia Gas and Oil Board, that he executed the same and was authorized to do so.


Susan G. Garrett, Notary

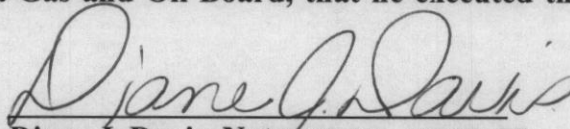
My commission expires 7/31/2002

DONE AND PERFORMED this 28th day of September, 1998 by Order of the Board.


Byron Thomas Fulmer
Principal Executive to the Staff
Virginia Gas and Oil Board

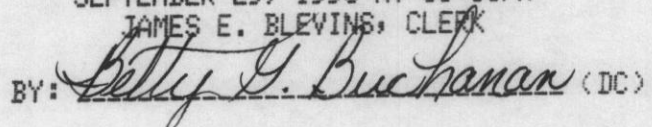
STATE OF VIRGINIA
COUNTY OF WASHINGTON

Acknowledged on this 28th day of September, 1998, personally before me a notary public in and for the Commonwealth of Virginia, appeared Byron Thomas Fulmer, being duly sword did depose and say that he is Principal Executive to the Staff, Virginia Gas and Oil Board, that he executed the same and was authorized to do so.


Diane J. Davis, Notary

My commission expires 9/30/2001

INSTRUMENT #9805177
RECORDED IN THE CLERK'S OFFICE OF
TAZEWELL COUNTY ON
SEPTEMBER 29, 1998 AT 03:06PM
JAMES E. BLEVINS, CLERK

BY:  (DC)

VIRGINIA:

BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE: Application of Cabot Oil & Gas Corporation for Forced Pooling of Interests in Unit Number COGC-27R, VGOB Docket No. VGOB-98-0217-0619 in the Northern Magisterial District of Tazewell County, Virginia

AFFIDAVIT OF H. BAIRD WHITEHEAD, Vice President for the Designated Operator REGARDING ELECTIONS, ESCROW ACCOUNTS AND SUPPLEMENTAL ORDER.

H. Baird Whitehead (herein "Affiant"), being first duly sworn on oath, deposes and says:

1. That the Affiant is a Vice President for the Designated Operator, with offices at 400 Fairway Drive, Suite 400, Coraopolis, PA 15108-4308, and is authorized to give this Affidavit in its behalf;
2. That the Order entered on April 6, 1998 by the Virginia Gas and Oil Board regarding the captioned conventional Unit required the applicant to mail a true and correct copy of said Order to each person pooled by said Order;
3. That within seven (7) days of the receipt of an executed copy of the Order referred to at Paragraph 2 above, the Affiant was directed to cause a true and correct copy of said Order to be mailed via the United States Postal Service to each Respondent named in the captioned Application, whose address was known, and to all persons, if any, who are added as Respondents at the hearing held in the captioned matter;
4. That the Order of the Virginia Gas and Oil Board in the captioned matter required all persons pooled thereby to tender their written elections to the Unit Operation within thirty (30) days of the date said Order was recorded in the county above named; that said order was recorded on April 7, 1998.
5. That the Designated Operator has established procedures to review all mail received and all written documents received by means other than by mail to ascertain whether parties whose interest have been pooled have made a written election, in a timely fashion, as required by the captioned Order, that said procedures were followed to identify the elections, if any, made with regard to Subject Unit, that the following persons delivered, by mail or otherwise, written elections to the Unit Operator, within the thirty-day election periods:

None.

6. That the interest and/or claims of the following persons (who made timely elections, or who are deemed under the terms of the Board's Order to have leased, or who, subsequent to the pooling hearing held in the captioned matter, have leased or otherwise entered into an agreement with the Designated Operator) are subject to escrow under the Board's Order pooling the captioned Unit, Board Regulations and the Code of Virginia; that opposite the name of each person named as Respondent listed below is set forth:

See Attachment 1 attached hereto and made a part of.

7. That after the pooling hearing held in the captioned matter, the following persons have leased or entered into a voluntary agreement with the Designated Operator with regard to their interest and/or claims which are not subject to escrow.

None


8. That the following persons have not made a timely election and have failed to enter into an agreement with the Designated Operator and their respective interests shall be deemed to have leased pursuant to and in accordance with Paragraph 10 of the Order.

R. L. Vandyke, his heirs,
and assigns (address unknown)
OR
Commonwealth of Virginia
c/o Ms. Sandra Riggs, Esquire
P. O. Drawer 900
Big Stone Gap, VA 24219

4.18 acres x \$1.00 = \$4.18
Subject to Escrow

That pursuant to the provision of 4 VAC 25-160.70.C, annexed hereto and incorporated herein is a proposed supplemental order to be entered to complete the record regarding elections; that said annexed supplemental order sets forth that the services of the Escrow Agent are required in this matter pursuant to the terms of §§ 45.1-361.21.D.

Dated at Coraopolis, Pennsylvania, this 4th day of June, 1998.


H. Baird Whitehead

BK 0759PG0397

COMMONWEALTH OF PENNSYLVANIA

§

COUNTY OF ALLEGHENY

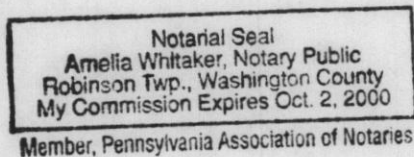
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Taken, subscribed and sworn to before me by H. Baird Whitehead, Vice President of Cabot Oil & Gas Corporation, a corporation, on behalf of the corporation, this 4th day of June, 1998.

Amelia Whitaker
Notary Public

My Commission Expires: 10-2-2000



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ATTACHMENT I

COGC #27R

VGOB-98/02/17-0619

Gas, Oil, Coal & Mineral Owners

108.51-acre tract (Faraday Tracts 133, 134, 254, 256 & 257)	108.51 acres - 96.29%
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1. Cabot Oil & Gas Corporation 400 Fairway Drive, Suite 400 Coraopolis, PA 15108-4308	108.51 acres - 96.29%
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*Note: Subject to a non-participating royalty interest owned by:

- a. Basil F. Phipps
400 Main Street, Suite 707
Corpus Christi, TX 78401
- b. Dale A. Phipps
400 Main Street, Suite 707
Corpus Christi, TX 78401

4.18-acre tract	4.18 acres - 3.71%
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2. R. L. Vandyke/Commonwealth of Virginia	4.18 acres - 3.71%
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R. L. Vandyke, his heirs, successors
and assigns
Address Unknown

OR

Commonwealth of Virginia
c/o Ms. Sandra B. Riggs, Esq.
Assistant Attorney General
P. O. Drawer 900
Big Stone Gap, VA 24219

TOTAL ACRES IN UNIT 112.69

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II. Coal Fee Ownership:

- | | | |
|----|--|---|
| 1. | Consolidation Coal Company
1800 Washington Road
Pittsburgh, PA 15241 | 108.51 - 96.29%*
(Faraday Tracts 133, 134, 254, 256 & 257) |
| 2. | R.L. Vandyke/Commonwealth of
Virginia | 4.18 acres - 3.71% |

R.L. Vandyke, his heirs,
successors and assigns
Address Unknown

OR

Commonwealth of Virginia
c/o Ms. Sandra B. Riggs, Esq.
Assistant Attorney General
P.O. Drawer 900
Big Stone Gap, VA 24219

III. Coal Leasehold:

- | | | |
|----|--|--|
| 1. | Jewell Ridge Coal Corporation*
Attn: Clyde V. Goff
P.O. Box 7
Dante, VA 24237 | 108.51 - 96.29%**
(Faraday Tracts 133, 134, 254, 256 & 257) |
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*Identified as Pittston on Exhibit B - Well Location Plat.

**The lease to Jewell Ridge is for all coal in the Lower Seaboard seam and all coal in seams above the Lower Seaboard seam of coal.